AIRPORT: Pearson Field (VUO) ASSOCIATED CITY: Vancouver

ARC: B-II

REGION: Southwest

AIRPORT DATA AND FACILITIES

Pearson Field is located in Clark County adjacent to Washington Highway 14, two miles southwest of Vancouver. Pearson Field has 197 based aircraft, including 182 single-engine and 15 multi-engine piston-powered. The latest available data indicate that Pearson Field experiences 110,900 annual operations. Runway 8-26 is the Airport's only runway. This runway is 3,275 feet long, 60 feet wide, has an asphalt surface, and is equipped with medium intensity runway lights. Vertical guidance to Runway 8 is



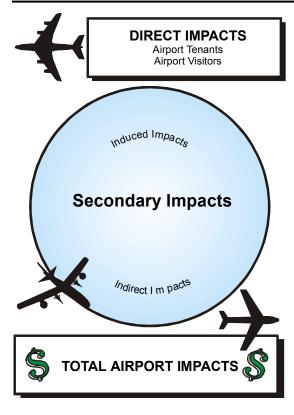
provided by visual approach slope indicators. Runway 26 is equipped with precision approach path indicators and runway end indicator lights. There is an LDA-A approach, which, utilizing one of the localizers at Portland International Airport, provides instrument guidance to the airport, rather than a specific runway end.

ECONOMIC IMPACTS

The economic impacts of Washington's airports were calculated using a methodology, which has evolved over the past decade and is nationally recognized as the standard for conducting economic impact studies of airports. The methodology is consistent with analytical models used by the Federal Aviation Administration (FAA), and employs the use of direct survey information and an input/output model (IMPLAN) as developed by the U.S. Department of Commerce to determine multipliers specific to the state of Washington for "secondary" economic impacts.

<u>Types of Economic Impact</u> - This study identified and examined those aviation activities at the public use airports in Washington that created economic impacts. These impacts are generated in three ways: 1) Direct, 2) Indirect, and 3) Induced Effects. Combined, the three impact types yield the total economic impacts of an airport, as described below:





DIRECT ECONOMIC IMPACTS

These economic impacts occur as a consequence of providing aviation services. These impacts usually occur at the airports, and comprise the financial expenditures by firms which carry passengers (air carrier, air charter or air taxi) or cargo; firms which serve the air carrier and general aviation functions (airport tenants); governmental agencies which support aviation; ground transport firms; and others. In every instance, the impacts include only expenditures where the recipient is located within each airport's service area.

Aviation-related tenants on the Airport include Aero Maintenance Flight Center and the Pearson Air Museum. General aviation operations accounted for 39,500 visitors arriving at the Airport. The total combined direct output of on-airport tenants and

general aviation operations was \$26,998,080. These first-round expenditures were responsible for approximately 458 jobs with combined wages of \$7,375,786.

INDIRECT ECONOMIC IMPACTS (Secondary Impact)

These economic impacts occur as a result of the use of aviation service. They include the regional expenditures made by air passengers who visit the region (at hotels, restaurants, ski facilities, etc.); expenditures by the region's residents associated with their use of aviation; and expenditures by firms having economic activity which is dependent on the airport. These indirect impacts accounted for an output of \$5,357,354, approximately 67 jobs, and wages of \$1,930,880.

INDUCED ECONOMIC IMPACTS (Secondary Impacts)

The "indirect" and "direct" impacts represent increases in regional final demand. Such increases do not represent total economic impact; there is also a "multiplier" effect. This multiplier effect comprises the local value of money as it circulates through the local economy and as individuals or firms associated with airport business buy goods and services in the local economy. Induced impacts accounted for an output of \$6,044,072, approximately 79 jobs, and wages of \$2,011,648. Each airport's total economic impact is the sum of the three types of impacts.



TOTAL ECONOMIC IMPACTS

The total economic impacts across the state were quantified by adding together the direct, indirect and induced impacts for each airport, and interpreting, comparing, and presenting the results.

The output of the IMPLAN model enabled the presentation of total economic impacts by airport in terms of three economic impact measures: 1) jobs (employment); 2) earnings (payroll), and; 3) economic activity (output). Each of these was determined based on individual multipliers per industry categories. In each case, total impacts include the aviation sector itself, as well as the "multiplier effect" of the aviation sector. The impacts were estimated using Year 1998 data.

All three indicators of economic impact are useful; however, the monetary measures should not be added together, as discussed below:

- ▶ <u>Jobs (Employment)</u> The number of employees who are employed in the aviation industry, plus the aviation-oriented share of those that are employed in sectors that support the air passenger (hotels, restaurants, etc.) plus those employed in the industries included in the multiplier effect impacts. The number of jobs attributable to an industry is always greater than simply those in the industry itself, due to the "re-spending" of money. Total employment impact was approximately 603 jobs.
- ▶ <u>Labor Earnings (Payroll)</u> The sum of the wages and salaries to all employed persons that the aviation industry pays, directly or indirectly, to deliver the output of final aviation demand. Earnings Impacts are always included in the Economic Activity totals, so they should not be summed with the Economic Activity impact. Earnings are a very conservative proxy for "value added." Earnings may be greater or less than the Direct and Use values depending on the industry type. Total earnings impact was \$11,318,314.
- Economic Activity (Sales Output) The value of the aviation final demand (aviation or airport service), plus the "multiplier" effect (the sum of all of the intermediate goods and services needed to produce the aviation final demand, plus the induced impacts of increased household consumption). Total economic activity equals the sum of intermediate demands, consumption demand, government demand, investment demand, and net export demand. Economic Activity is always larger than both the Direct and Use values because it includes the multiplier effect. Total economic activity was \$38,399,507.

	Direct ₊	Indirect ₊	Induced =	Total Impacts*
Jobs (Employmen	ot) Number of Jobs Supported 457.6	Number of Jobs Supported 66.7	Number of Jobs Supported 78.8	Total Number of Jobs Supported 603.0
Labor Earnin (Payroll)	gs Annual Salary Supported \$7,375,786	Annual Salary Supported \$1,930,880	Annual Salary Supported \$2,011,648	Total Annual Salary Supported \$11,318,314
Economics (Sales Outpu		Contribution to Economy (Dollars) \$5,357,354	Contribution to T Economy (Dollars) \$6,044,072	Fotal Contribution to Economy (Dollars) \$38,399,507

^{*} Figures may not add due to rounding.

SUMMARY

On an annual basis, Pearson Field's tenants and its visitors in Clark County, Washington contribute the following total annual economic benefit:







Total \$11,318,314



Total \$38,399,507